

**NORTH CENTRAL LOUISIANA ARTS COUNCIL**  
**FINANCIAL STATEMENTS**  
**December 31, 2013**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date SEP 17 2014

# **NORTH CENTRAL LOUISIANA ARTS COUNCIL**

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## **ACCOUNTANT'S COMPILATION REPORT**

To the Board of Directors  
North Central Louisiana Arts Council  
Ruston, LA

I have compiled the accompanying statement of financial position of the North Central Louisiana Arts Council (a nonprofit organization) as of December 31, 2013 and the related statements of activities and cash flows for the year then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the North Central Louisiana Art Council's financial position, change in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



Don M McGehee  
Certified Public Accountant

July 7, 2014

**NORTH CENTRAL LOUISIANA ARTS COUNCIL**  
**STATEMENT OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2013**

**Assets**

<b>Current Assets</b>	
Cash and Cash Equivalents	\$ 20,408
Accounts Receivable	<u>4,904</u>
<b>Total Current Assets</b>	<b>25,312</b>
<b>Property and Equipment</b>	
Furniture, Fixtures, and Equipment (net of \$5,378 Accumulated Depreciation)	1,163
Software (net of \$21,613 of Accumulated Amortization)	<u>167</u>
<b>Total Property and Equipment</b>	<b><u>1,330</u></b>
<b>Total Assets</b>	<b>\$ <u>26,642</u></b>

**Liabilities and Net Assets**

<b>Current Liabilities</b>	
Accounts Payable	\$ 5,055
Payroll Liabilities	368
Sales Tax Payable	<u>92</u>
<b>Total Current Liabilities</b>	<b>5,515</b>
<b>Net Assets</b>	
Unrestricted Net Assets	<u>21,127</u>
<b>Total Net Assets</b>	<b><u>21,127</u></b>
<b>Total Liabilities and Net Assets</b>	<b>\$ <u>26,642</u></b>

**NORTH CENTRAL LOUISIANA ARTS COUNCIL**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

**UNRESTRICTED NET ASSETS**

**Support and Revenues:**

Grants	\$ 11,094
Membership Dues	8,000
Fundraisers	39,852
Piney Hills Gallery	1,500
Peach Art Exhibit	2,060
Direct Public Support	2,233
Summer Arts Camp	10,940
Arts Academy	428
Studio Tour	2,400
In Kind Income	3,600
Design Services	620
Miscellaneous Income	44
Interest Income	<u>69</u>

<b>Total Support &amp; Revenues</b>	<b>85,244</b>
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**Expenses:**

Program	24,229
Fundraising Expenses	11,824
Administration	<u>40,631</u>

<b>Total Expenses</b>	<b><u>76,683</u></b>
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Increase In Unrestricted Net Assets	8,561
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Net Assets as of Beginning of Year	<u>12,566</u>
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Net Assets as of End of Year	<b><u>\$ 21,127</u></b>
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**NORTH CENTRAL LOUISIANA ARTS COUNCIL**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

**Cash Flows from Operating Activities**

Change in Net Assets	\$ 8,561
Adjustments to reconcile change in net assets to net cash:	
Increase in Accounts Receivable	(3,797)
Decrease in Accounts Payable	<u>(2,749)</u>
<b>Net Cash Provided By Operating Activities</b>	<b>2,015</b>

**Cash Flows from Investing Activities**

Purchase of Software	(222)
Depreciation/Amortization	<u>2,431</u>
<b>Net Cash Provided By Investing Activities</b>	<b><u>2,209</u></b>

<b>Net Increase in Cash</b>	<b>4,224</b>
<b>Cash at Beginning of Period</b>	<b><u>16,184</u></b>
<b>Cash at End of Period</b>	<b><u>\$ 20,408</u></b>

**NORTH CENTRAL LOUISIANA ARTS COUNCIL  
CORRECTIVE ACTION PLAN  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**FINANCIAL STATEMENT FINDINGS**

**2012-1** The engagement was not completed within the six months of the close of the year as required by state law. This was the result of an oversight in the submission of the reports to meet the deadline imposed by state authorities.

**Status:** Unresolved. See Finding 2013-1.

**See Accountant's Compilation Report**

**NORTH CENTRAL LOUISIANA ARTS COUNCIL  
CORRECTIVE ACTION PLAN  
FOR THE YEAR ENDED DECEMBER 31, 2013**

**FINANCIAL STATEMENT FINDINGS**

**2013-1** The engagement was not completed within the six months of the close of the year as required by state law. Accounting records for the period were unavailable due to data file corruption which occurred during application software update.

**Recommendation:** The Council needs to be aware of all pertinent deadlines as apply to the submission of financial statements to state authorities.

**Response:** We agree with the recommendation and continue to stress timeliness to those tasked with maintaining the Council's financial data.

**See Accountant's Compilation Report**